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September 19, 2003

RECEIVED

Mr. Thomas M. Dorman Executive Director Public Service Commission 211 Sower Blvd. SEP 1 9 2003

PUBLIC SERVICE
COMMISSION

Re: Case No. 2003-00224

Dear Mr. Dorman:

Frankfort, KY 40601

Northern Kentucky Water District files the attached revised customer notice. The notice submitted with the application did not include the current Newport residential rate. To avoid delay and to assure full disclosure of all rates, the District will begin publishing this revised notice on September 20, 2003 and will publish for two additional times as required by the appropriate regulation.

If there are any questions about this, please contact me.

John N. Hughes

Attorney for Northern Kentucky Water District

Cc: Attorney General

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NORTHERN KENTUCKY WATER DISTRICT NOTICE TO CUSTOMERS WATER RATE ADJUSTMENT

SEP 1 9 2003

PUBLIC SERVICE COMMISSION

Pursuant to the regulations of the Public Service Commission (Commission), the Northern Kentucky Water District gives notice that it intends to adopt an increase in its water rates. The rates listed below, which are approximately a 4% average increase over the current rates, are to be effective October 1, 2003, or sooner if approved by the Commission. The average customer bill will increase from \$76.80 per quarter to \$80.13 per quarter in the current service area of NKWD. In the Newport service area the average customer bill will increase from \$59.76 to \$80.13 which is an average increase of 34% for the Newport service area. Further information may be obtained from the Commission of the NKWD. The rates proposed in this Notice may be modified by the Commission. Such action by the Commission may result in the rates being higher or lower than those proposed by the NKWD.

Any corporation, association, body politic or person may by timely motion, within 30 days of this Notice, request intervention in this case. Intervention beyond the 30 day period may be granted for good cause shown. The Motion must be submitted to the Public Service Commission, 211 Sower Blvd., Box 615, Frankfort, Ky. 40602 and should state the grounds for the request, including the interest and status of the party. Interveners may obtain copies of the Application and any testimony filed by contacting the NKWD at the address below. A copy of the Application is available for public review at the office of the NKWD, and the Public Service Commission, 211 Sower Blvd., Frankfort, Ky. 40601, (502) 564-3940.

Effective Rates:

Campbell and Kenton Service Areas

Fixed Charges: 5/8" meter \$11.68 monthly or quarterly \$16.43, 3/4" meter \$11.92 monthly or \$17.14 quarter, 1" meter \$12.63 monthly or \$19.28 quarterly, 1 1/2" meter \$13.58 monthly or \$22.13 quarterly, 2" meter \$16.20 monthly or \$29.98 quarterly, 3" meter \$35.48 monthly or \$87.73 quarterly, 4" meter \$42.62 or \$109.12 quarterly, 6" meter \$59.28 or \$159.03 quarterly, 8" meter \$78.32 monthly or \$216.07 quarterly, and 10" meter \$99.74 or \$280.24 quarterly

Commodity Charges: Monthly; First 1,500 cubic feet \$2.51 per 100 cubic feet, Next 163,500 cubic feet \$2.18 per 100 cubic feet, over 165,000 cubic feet \$2.02 per 100 cubic feet.

Quarterly; first 4,500 cubic feet \$2.51 per 100 cubic feet, next 490,500 cubic feet \$2.18 per 100 cubic feet, and over 495,000 cubic feet \$2.02 per 100 cubic feet.

Wholesale rate: 1.72 per 100 cubic feet.

Newport Service Area

Minimum Charge; Monthly \$5.70 for 0 gallons and Quarterly \$16.25 for 0 gallons.

Commodity Charge: Monthly; first 6,666 cubic feet \$1.73 per 100 cubic feet, Next 10,000 cubic feet \$1.63 per 100 cubic feet, Next 16,666 cubic feet \$1.30 per 100 cubic feet, over 33,332 cubic feet \$1.14 per 100 cubic feet. Quarterly; First 20,000 cubic feet \$1.73 per 100 cubic feet, Next 30,000 cubic feet \$1.63 per 100 cubic feet, Next 50,000 \$1.30 per 100 cubic feet, over 100,000 \$1.14 per 100 cubic feet.

PROPOSED RATES NKWD ALL SERVICE AREAS

Fixed Charge: 5/8" meter \$11.62 monthly or \$16.62 quarterly, 3/4" meter \$11.95 monthly or \$17.41 quarterly, 1" meter \$12.87 monthly or \$19.74 quarterly, 1 1/2" meter \$14.29 monthly or \$22.91 quarterly, 2" meter \$17.57 monthly or \$31.47 quarterly, 3" meter \$39.79 monthly or \$94.04 quarterly, 4" meter \$49.91 monthly or \$117.55 quarterly, 6" meter \$72.39 monthly or \$172.52 quarterly, 8" meter \$97.16 or \$235.00 quarterly, 10" meter \$128.76 monthly or \$306.18 quarterly.

Commodity Charges: Monthly; first 1,500 cubic feet \$2.64 per 100 cubic feet, next 163,500 cubic feet \$2.34 per 100 cubic feet, and over 165,000 cubic feet \$2.19 per 100 cubic feet.

Quarterly; first 4,500 cubic feet \$2.64 per 100 cubic feet, next 490,500 cubic feet \$2.34 per 100 cubic feet, and over 495,000 cubic feet \$2.19 per 100 cubic feet.

Wholesale Rate: \$1.87 per 100 cubic feet.